

BEFORE THE ARIZONA CORPORO CORPORATION

1	BEFORE THE ARIZONA CORPOROUNCE PHENOSION		
2	JIM IRVIN COMMISSIONER-CHAIRN	MAN	MAR 1 5 1999
3	TONY WEST COMMISSIONER CARL J. KUNASEK	!	DOCKETED BY
5	COMMISSIONER		
6	IN THE MATTER OF THE APPLICATION OF COX ARIZONA TELCOM, INC. AND COX ARIZONA TELCOM II, L.L.C. USING THE		DOCKET NO. T-03242A-97-0681 DOCKET NO. T-03471A-97-0681
7	FICTITIOUS NAME COX COMMUNICATIONS,		DECISION NO. <u>61569</u>
8	FOR APPROVAL OF THE TRANSFER OF CERTIFICATE OF CONVENIENCE AND NECESSITY.		OPINION AND ORDER
9	DATE OF HEARING:	February 22, 199	9
10 11	PLACE OF HEARING:	Phoenix, Arizona	
12	PRESIDING OFFICER:	Barbara M. Behun	
13	APPEARANCES:	Mr. Michael W. Patten, BROWN & BAIN, on behalf of Cox Arizona Telcom, Inc. and Cox Arizona Telcom II, L.L.C.;	
14 15			n, Principal Assistant City Attorney, City of f of the City of Tucson, Intervenor; and
16		Ms. Maureen A behalf of the U Commission.	A. Scott, Staff Attorney, Legal Division, on Itilities Division of the Arizona Corporation
17	BY THE COMMISSION:		
18	Having considered the entire record herein and being fully advised in the premises, the		
19	Arizona Corporation Commission ("Commission") finds, concludes, and orders that:		
20	FINDINGS OF FACT		
21	1. Cox Arizona Telcom, Inc. ("Cox Inc.") is a Delaware corporation authorized to do		
22	business in the State of Arizona.		
23	2. Cox Arizona Telcom II, L.L.C. ("Cox LLC") is a Delaware limited liability company		
24	authorized to do business in the State of Arizona. Cox LLC is doing business in Arizona under the		
25	name "Cox Communications".		
26	3. Cox Inc. is certificated to provide intrastate telecommunications services, including		
27	local exchange services, pursuant to Decision No. 60285 (July 2, 1997).		

4. Cox Inc. and CoxCom, Inc., the sole member of Cox LLC, are wholly-owned subsidiaries of Cox Communications, Inc.

- 5. On November 28, 1997, Cox Inc. and Cox LLC (collectively "Applicants") filed a joint application to transfer Cox Inc.'s Certificate to Cox LLC. Applicants requested that all assets, customer deposits and contractual obligations of Cox Inc. transfer to Cox LLC.
- 6. On December 14, 1998, the Commission's Utilities Division Staff ("Staff") filed a Staff Report in this matter.
- 7. By Procedural Order on January 5, 1999, the matter was set for a hearing on February 22, 1999.
 - 8. On January 25, 1999, Applicants filed a notice of filing affidavit of publication.
- 9. The City of Tucson ("City") requested intervention, which was granted on February 10, 1999.
- 10. The hearing was held as scheduled on February 22, 1999. Applicants and Staff appeared through counsel and offered testimony regarding the application.
- 11. The City was present through counsel. Through examination of Applicants' witness, the City's issue regarding the timing of an application for a franchise and payment of a franchise fee was resolved to the City's satisfaction.
- 12. Applicants indicated that the proposed transfer was requested so that the parent company, Cox Communications, Inc., could obtain tax advantages.
- 13. According to the Applicants, Cox Communications, Inc. will provide the same financial and technical support to Cox LLC as it has to Cox Inc.
- 14. Applicants stated that Cox LLC will provide the same services to customers as presently being provided by Cox Inc.
 - 15. Staff recommended approval of the transfer of the Certificate of Cox Inc. to Cox LLC.

CONCLUSIONS OF LAW

1. Applicants are public service corporations within the meaning of Article XV of the Arizona Constitution and A.R.S. §§ 40-281 and 40-282.

- 2. The Commission has jurisdiction over Applicants and the subject matter of the application.
 - 3. Notice of the application has been provided.
- 4. The transfer of the Certificate, assets, customer deposits and contractual liabilities of Cox Inc. to Cox LLC is in the public interest.

ORDER

IT IS THEREFORE ORDERED that the joint application of Cox Arizona Telcom, Inc. and Cox Arizona Telcom II, L.L.C. using the fictitious name Cox Communications, for the transfer of the Certificate, assets, customer deposits and contractual obligations of Cox Arizona Telcom, Inc. to Cox Arizona Telcom II, L.L.C. using the fictitious name Cox Communications, shall be, and is hereby, approved.

IT IS FURTHER ORDERED that this Decision shall become effective immediately.

BY ORDER OF THE ARIZONA CORPORATION COMMISSION.

OMMISSIONER-CHAIRMAN COMMISSIONER COMMISSIONER

IN WITNESS WHEREOF, I, STUART R. BRACKNEY, Acting Executive Secretary of the Arizona Corporation Commission, have hereunto set my hand and caused the official seal of the Commission to be affixed at the Capitol, in the City of Phoenix, this 15 day of March 1999.

STUART R. BRACKNEY ACTING EXECUTIVE SECRETARY

DISSENT ______BMB:dap

COX ARIZONA TELCOM, INC. and COX ARIZONA SERVICE LIST FOR: 1 TELCOM II, L.L.C using the fictitious name Cr COMMUNICATIONS 2 T-03242A-97-0681 and T-03471A-97-0681 3 DOCKET NOS.: 4 Lex J. Smith 5 Michael W. Patten **BROWN & BAIN P.A.**: 2901 North Central Avenue Post Office Box 400 Phoenix, Arizona 85001-0400 Carrington Phillip, Esq. Vice President, Regulatory Affairs Cox Arizona Telcom II, L.L.C. 1400 Lake Hearn Drive 10 Atlanta, Georgia 30319 11 Tobin Rosen CITY OF TUCSON City Attorney's Office - Civil Division P.O. Box 27210 Tucson, Arizona 85726-7210 13 Paul Bullis, Chief Counsel Legal Division ARIZONA CORPORATION COMMISSION 1200 West Washington Street Phoenix, Arizona 85007 16 17 Director, Utilities Division ARIZONA CORPORATION COMMISSION 1200 West Washington Phoenix, Arizona 85007 19 20 21 22 23 24 25 26

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